



Iraq Weekly Status



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Highlights

Political/Governance

Fighting in Najaf Resumes:

- After a temporary truce Friday, fighting resumed Sunday due to the breakdown of peace talks between the IIG and Sadr loyalists. Coalition and Iraqi forces are trying to stabilize and end the fighting in Najaf without involving the Imam Ali shrine, one of the holiest sites in Shiite Islam.

Iraq National Conference Convened:

- The National Conference began Sunday in Baghdad, as scheduled. Over 1,100 arrived to help elect a 100-member interim national assembly. A delegation from the conference traveled to Najaf on Tuesday in hopes of meeting with Sadr.

Economic

Oil Production and Exports

- As of Aug 12, oil revenue was estimated at \$9.8 billion.
- Current crude oil prices are averaging \$35/barrel, tracking very robust international prices.



Highlights (cont.)

Reconstruction

Accelerated Iraqi Reconstruction Program (AIRP)

- AIRP is now employing 17,568 Iraqis throughout some 357 projects.

Security

Implications of Najaf Conflict

- There has been a noticeable spike in acts against the Coalition due largely to heavy fighting with Al-Sadr's Mahdi Army forces in Najaf after Najaf's Governor requested Coalition assistance.

Security Forces Update

- Iraqi Security Forces capabilities continue to improve and recruiting efforts continue to be very successful, but performance varies by region. 92,406 trained Iraqis are on duty and an additional 17,024 are in training.



Governance - Developments

National Conference:

- Despite rumors of its postponement due to boycott threats and violence around Iraq, the National Conference began Sunday in Baghdad, as scheduled. Of the 1,300 delegates invited to attend the three-day conference, over 1,100 arrived to help elect a 100-member interim national assembly.
- A delegation of Iraqis from the National Conference arrived in Najaf Tuesday to negotiate peace with Sadr, delaying votes until their return to Baghdad. The delegation so far has not been able to meet with Sadr.

NATO Support in Iraq:

- The core of the NATO Training Implementation Mission arrived in Baghdad. The team which will initially consist of about 50 staff, will train Iraqi forces and help rebuild the Defense Ministry and military headquarters.

UN extends UNAMI:

- The United Nations Security Council extended the United Nations Assistance Mission for Iraq for one year in a unanimous vote August 11. UNAMI plays a leading role in helping organize elections and coordinate humanitarian operations in Iraq.



Governance - Developments (cont.)

Capacity Building:

- The State Department is promoting capacity building and democracy through a US-based program for Iraqis.
 - "NGO Management" International Visitor Program (August 14-Sept 3): Highlighting the role that the non-profit sector plays in U.S. society, and the many ways that non-governmental organizations (NGOs) promote democracy and civic involvement. USAID continues capacity building activities for local government:
- USAID continues Democracy Dialogue Activities (DDA) across Iraq
 - Promotes civic participation and increases Iraqis' understanding of democratic principles and the political process.

First American Corner in Iraq Opens:

- Ambassador Negroponte participated in a ribbon-cutting ceremony for the first "American Corner" resource center at the Sulaymaniyah Public Library on August 8, attracting significant media coverage. The center is the first of 15 "American Corners" in Iraq and is scheduled to open to the public by the end of August.



Economy

Oil Update

- As of Aug 12, oil revenue was estimated at \$9.8 billion.
- Current crude oil prices are averaging \$35/barrel, tracking very robust international prices. The increased revenue will defray some of the forgone exports, due to recent attacks on pipelines.

Employment Update

Number of Iraqis employed by each sector/project

S e c t o r	Iraqis last week	Iraqis this week	% Increase on week
B u i l d i n g s, H e a l t h & E d u c a t i o n	7 1 6	1,7 3 8	1 4 2.7 %
E l e c t r i c i t y	2,9 9 8	2 6 0 *	- 9 1.3 %
O i l	5 7 0	5 7 4	0.7 %
P u b l i c W o r k s & W a t e r	2,8 4 1	3,4 5 8	2 1.7 %
S e c u r i t y & J u s t i c e	4,0 5 8	4,0 7 7	0.5 %
T r a n s p o r t a t i o n & C o m m u n i c a t i o n s	1 5 0	1 8 6	2 4.0 %
A I R P	1 7,2 7 3	1 7,5 6 8	1.7 %
P C O W e e k l y S u r v e y T O T A L	2 8,6 0 6	2 7,8 6 1	-2.6 %
U S A I D	3 9,8 0 0	5 1,4 5 0	2 9.3 %
M I L C O N T O T A L	9 1 0	4 7 5	-4 7.8 %
G R A N D T O T A L	6 9,3 1 6	7 9,7 8 6	1 5.1 %

Data as of 12 Aug



Economy – Private Sector Development

Joint Economic Commission (JEC)

- The JEC Conference (Baghdad, mid-September) will convene USG and IIG officials to clarify metrics on a range of private sector development issues including:
 - Fiscal Policy & Sustainability
 - Subsidy Reform
 - Private Sector Access to Credit
 - Agricultural Policy
 - SOE Restoration & Reform
 - Anti-Corruption Programs
 - Economic Statistics & Reporting, and a host of other issues

Volunteers for Economic Growth Alliance (VEGA) Iraq Private Sector Development Initiative

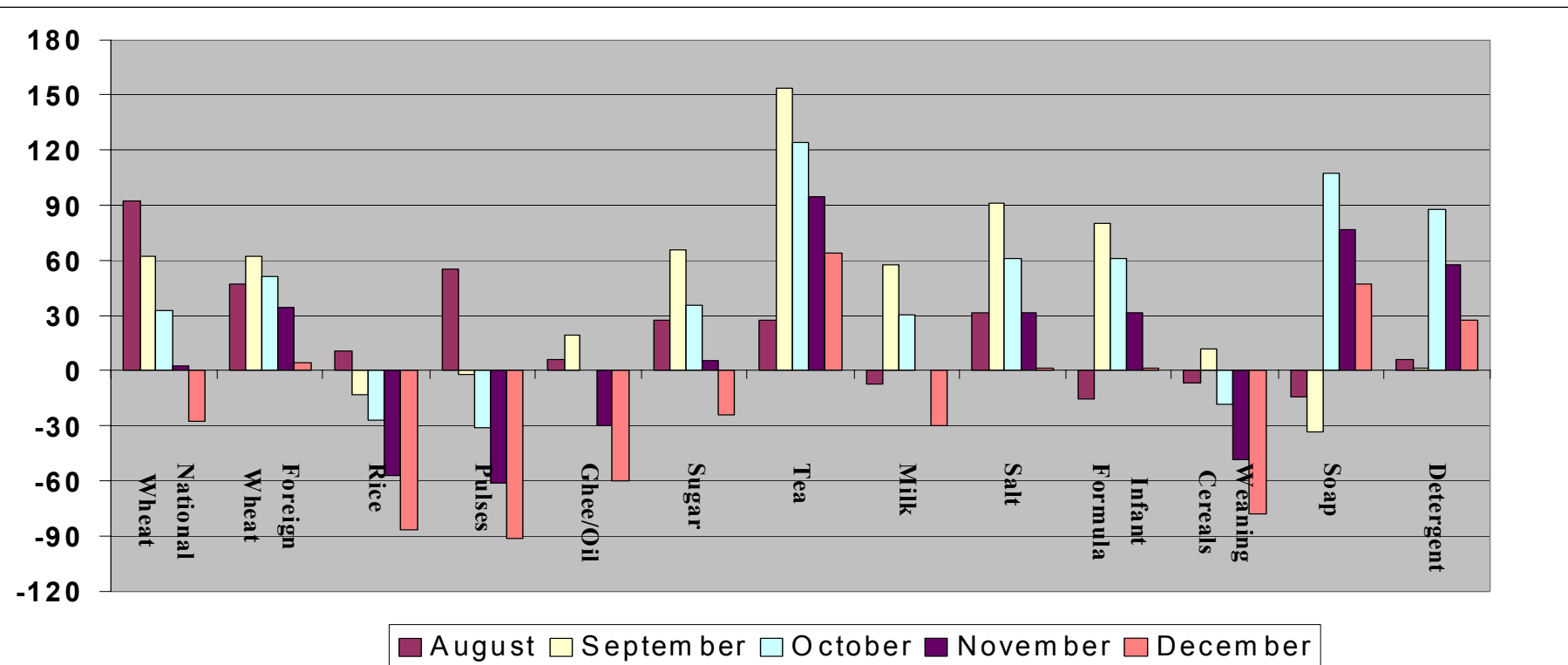
- Developed by USAID: Establishes new business centers/works through existing centers throughout Iraq to provide training and technical assistance to businesses of all sizes
 - VEGA will leverage access to over 20,000 volunteer advisors and experts covering all industrial and business sectors
 - Will provide Iraqi businesses with training courses, business kits, technical and competition assistance for procurements under supplemental funds



Essential Services - Food Security

WFP Program

- This chart is the current projection of monthly closing stocks in days of supply of the Public Distribution System through the end of 2004. The CPA's goal was to establish a three-month buffer stock. The horizontal axis is placed at 30 days stock to reflect a minimum goal of enough stock on hand to meet ration requirements of the proceeding month.



- The last WFP- procured wheat shipment arrived on August 12 at Aqaba, there will be no more WFP wheat arriving in Iraq. As of September, the pipeline will be solely reliant on MOT-procured commodities.



Essential Services - Health Care & Education

Health Care

- Continued progress is being made on the 150 Primary Health Centers (PHCs), reported on last week, with two more groundbreakings held this week
- In the past two months, 4,304 internally displaced persons (IDPs) in rural areas of Diyala' Governorate have received health care services from three mobile health teams supported by a U.S. NGO and USAID
- Among this IDP population, 946 children < 5 yrs old received medical screening and treatment. All children who had not received vaccinations against measles, mumps and rubella (MMR) and hepatitis were vaccinated
- The health education campaign on pregnancy, breastfeeding, and assisted deliveries benefited 127 pregnant women who received antenatal care
- Work has begun in Sadr City on the renovation of the first of 16 maternal-child hospitals throughout Iraq to undergo major renovation and re-equipping with U.S. Supplemental funds

Education

- Work is underway on 10 public schools throughout the country
- K-12 schools will open September 18, 2004, an improvement from last year's delayed start of October 1, due to rehabilitation projects



Essential Services - Health Care & Education (cont.)

Planned Buildings, Health & Education

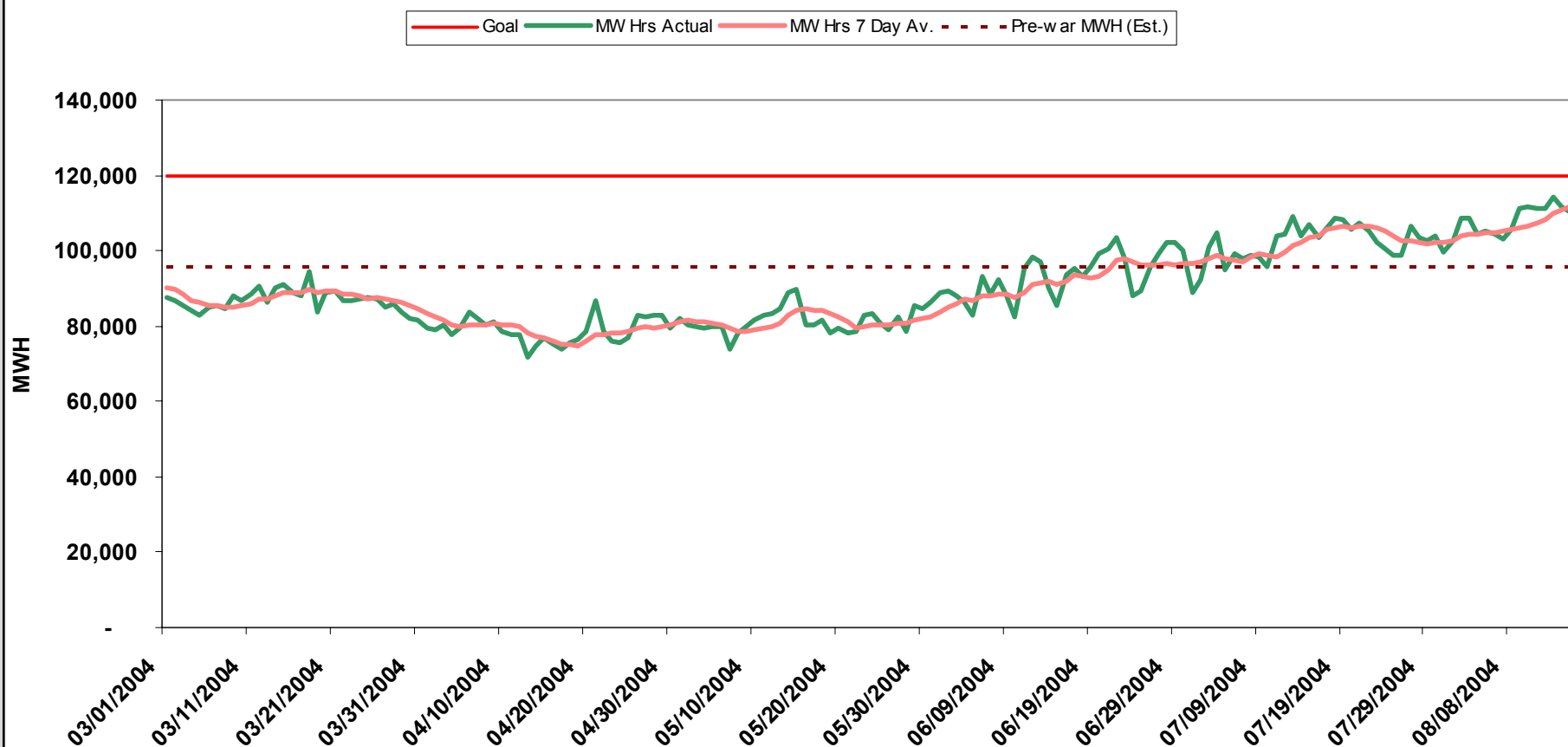
	15 SEP 04	15 OCT 04	15 NOV 04	31 DEC 04
Buildings	5 / \$33.6M	5 / \$33.6M	5 / \$33.6M	5 / \$33.6M
Health	23 / \$23.1M	23 / \$23.1M	61 / \$59.4M	61 / \$59.4M
Education	195 / \$16.9M	321 / \$25.5M	440 / \$34.0M	580 / \$42.3M
TOTAL	223 / \$73.6M	349 / \$82.2M	506 / \$127.0M	646 / \$135.3M

Note : Each cell represents Projects / Cost of Projects



Electricity Overview

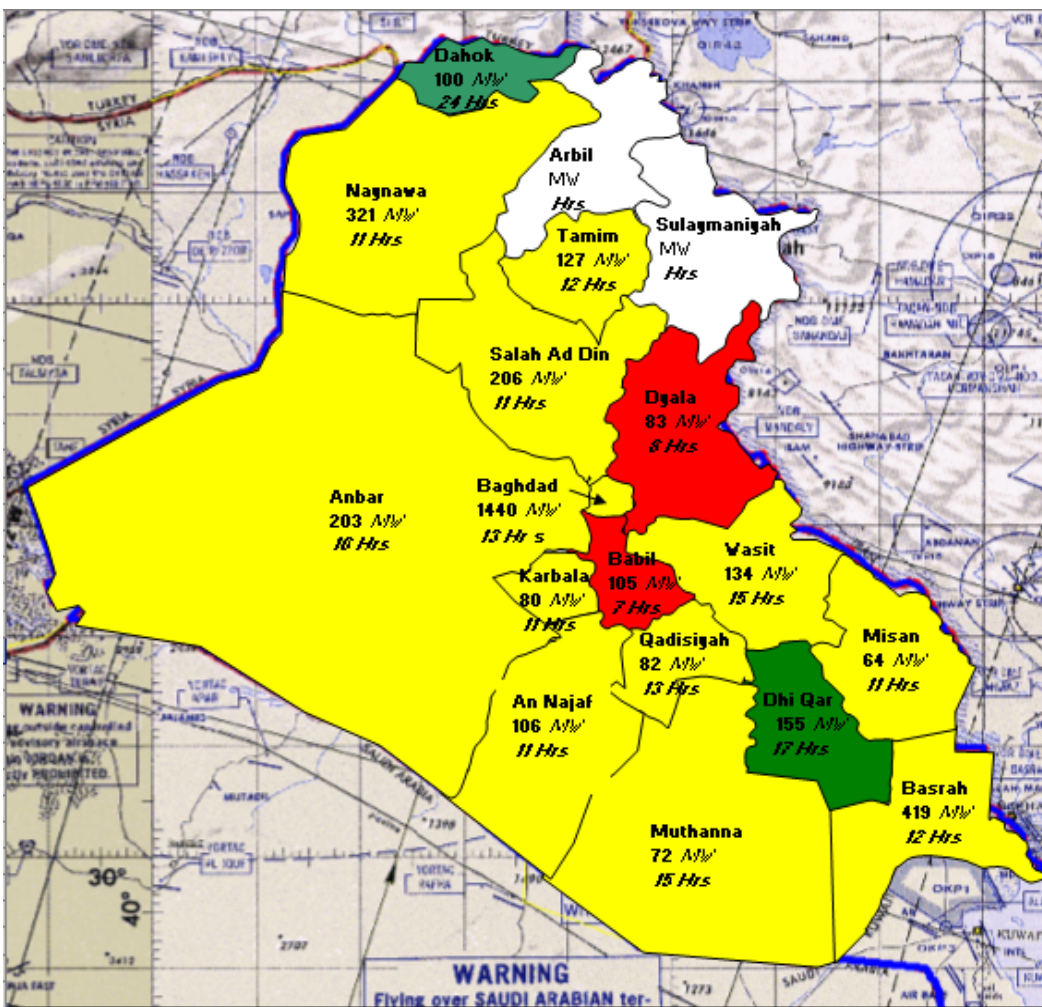
Megawatt Hour Production (MWH)



- Summer maintenance program continues resulting in about 545 MW of generation capacity currently offline for scheduled and 184 MW for unscheduled maintenance.
- 7 Day Average: 111,624 MWH

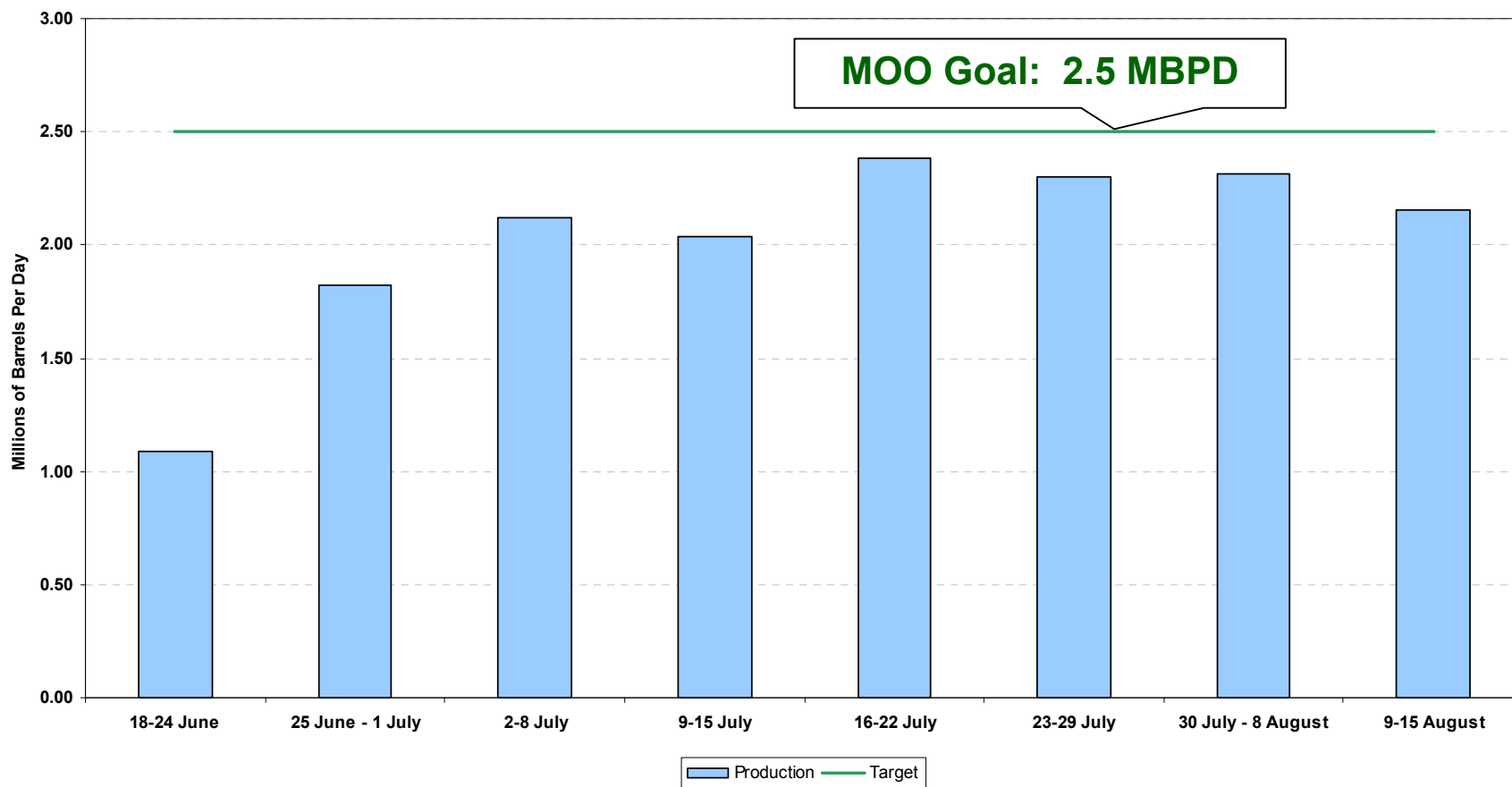


Hours of Power





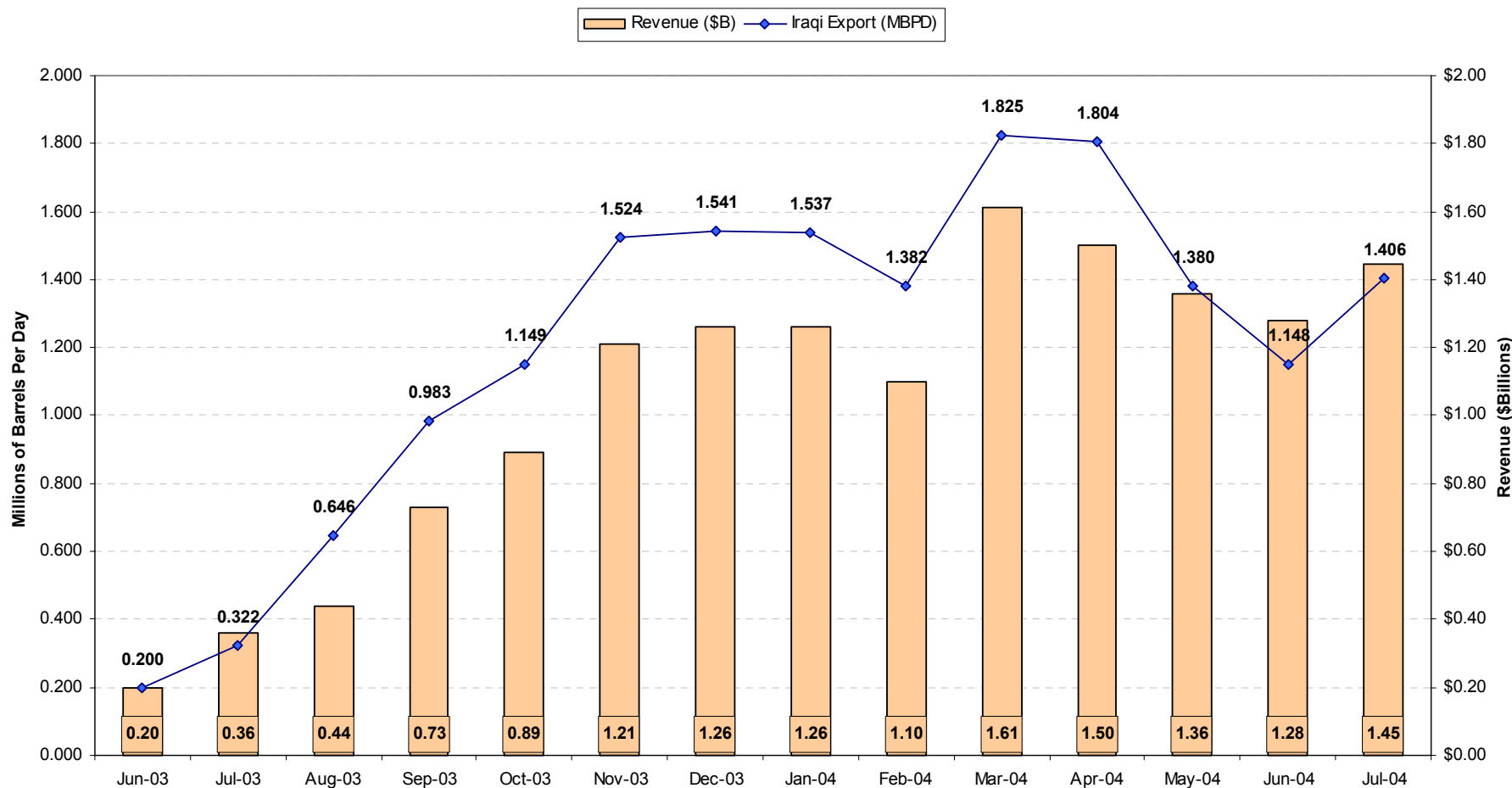
Crude Oil Production



- Weekly Average of 2.157 MBPD Is Below Target of 2.5 MBPD
- Long Term Ministry of Oil (MOO) Target (Dec 04): 2.8 – 3.0 MBPD (Pre-War Capacity)
- Pre-War Peak: 2.5 MBPD in Mar 03
- Post-War Peak: 2.595 MBPD on 16 Apr 04



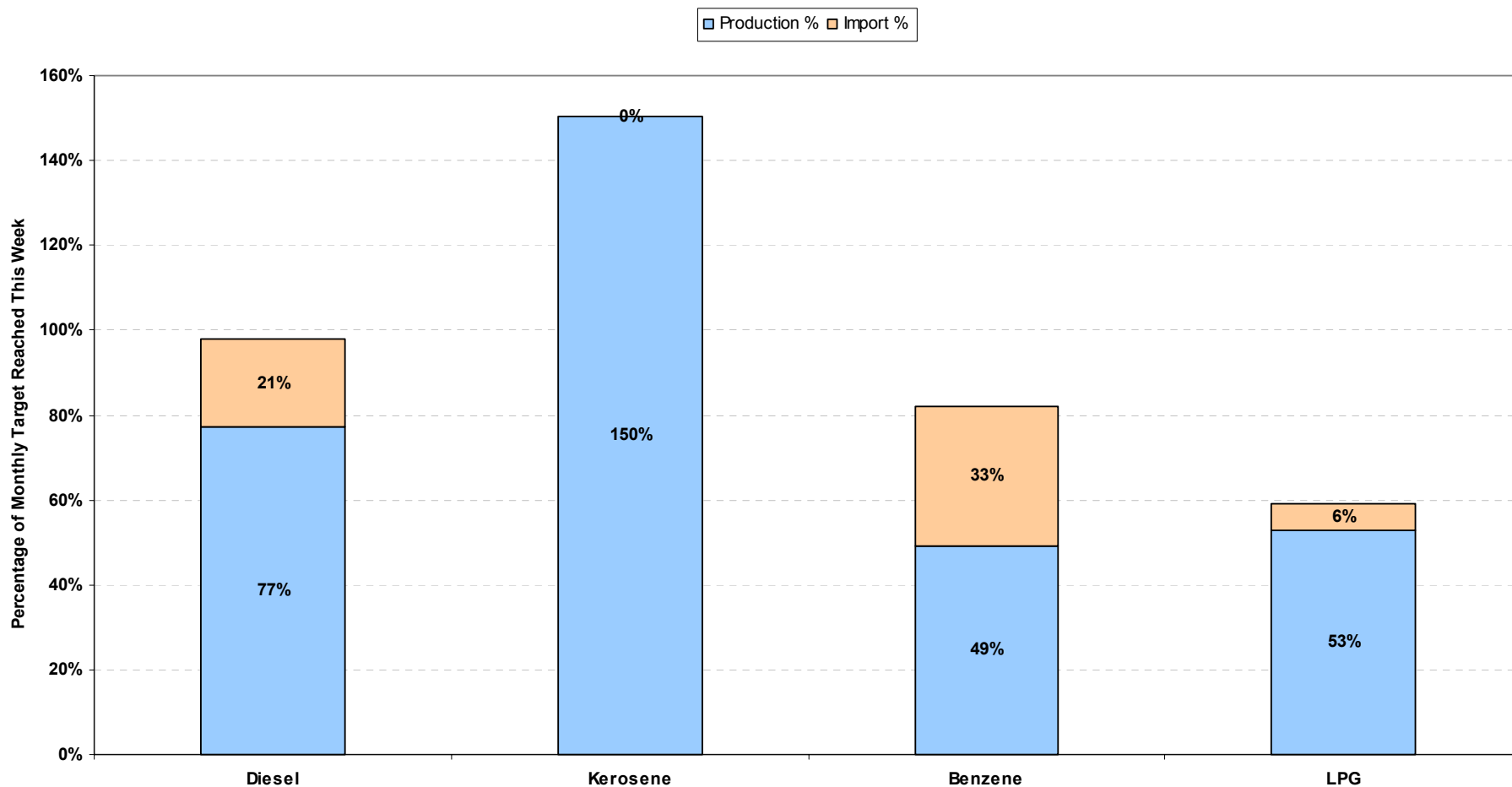
Monthly Export: Volume & Revenue



- Current Monthly Average: 1.406 MBPD (July)
- Current Monthly Revenue: \$0.26B (August)



Refined Products

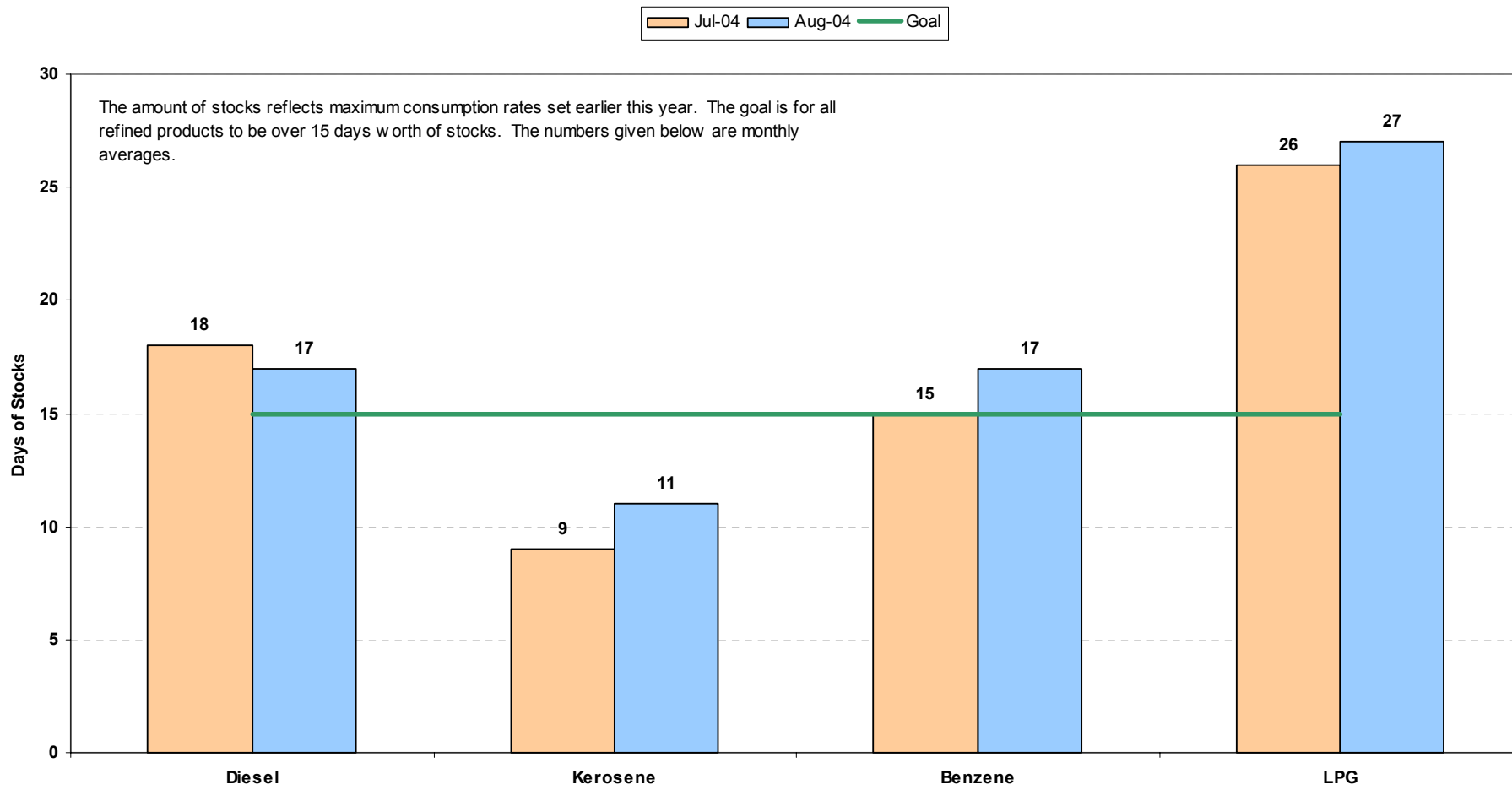


- Diesel: 17.6 ML of 18 ML
- Kerosene: 7.5 ML of 5 ML

- Benzene: 18.1 ML of 22 ML
- LPG: 2,362 tons of 4,000 tons



National Stock Levels



- National stock levels are remaining steady



Project and Contracting Office (PCO) Developments

- To date, the PCO has issued 209 task orders, out of a total of 390 (54%).
 - These task orders cover 2,043 projects nationwide, out of a total 2,824 (72%).
 - Of the \$18.4 billion supplemental, \$9.8 billion has been committed, \$6.8 billion is contractually obligated, and \$721 million has been disbursed.
- The Accelerated Iraq Reconstruction Program (AIRP) is meeting urgent local needs across Iraq:
 - Projects cover: water and sanitation, health, education, building, roads, power, telecommunications, and various other.
 - AIRP projects currently employ 17,568 Iraqis on 357 projects.
 - Upcoming round of contract awards will be open to all, with exception of states that sponsor terrorism.

Project and Contracting Office (PCO)



Sector	2207 Report	Apportion	Committed		Obligated		Disbursed	
			Last Week	Current	Last Week	Current	Last Week	Current
Security and Law Enforcement	3235	2976	2636	2594	1701	1717	272	369
Electricity Sector	5465	2538	2446	2204	1896	1910	184	207
Oil Infrastructure	1701	1701	1598	1454	975	986	25	31
Justice, Public Safety, and Civil Society	1033	825	714	715	386	396	23	28
Democracy	451	451	420	420	309	309	13	14
Education, Refugees, Human Rights, Governance	259	259	238	241	118	125	14	16
Roads, Bridges, and Construction	367	270	255	256	124	124	1	4
Health Care	786	577	560	565	376	376	0	2
Transportation and Communications	500	467	418	416	180	193	4	6
Water Resources and Sanitation	4246	892	842	839	632	638	5	12
Private Sector Development	183	135	100	102	47	49	16	17
Admin Expense (USAID, State)	213	29	63*	29	60*	29	39*	15
TOTAL	18439	11120	10290	9835	6804	6852	596	721
CONSTRUCTION	12406	5815	5815	5392	4334	4364		
NON-CONSTRUCTION	5582	4854	4055	4023	2161	2179		
DEMOCRACY	451	451	420	420	309	309		
Total	18439	11120	10290	9835	6804	6852		

Data as of 12 Aug



Interagency Iraqi Security Forces Update

Highlights:

- 92,406 trained Iraqis are on duty and an additional 17,024 are in training.
- Iraqi Security Forces capabilities continue to improve, but performance varies by region.

Manning:

- In spite of heavy fighting this week, recruiting efforts for the Iraqi Security Forces continue to be very successful.

Training:

- 1,360 law enforcement candidates completed training this week and 4,201 police officers are currently in training.



Interagency Iraqi Security Forces Update (cont.)

Equipping:

- Badly needed equipment for all the security forces is arriving in large quantities.
- The focus of effort is shifting from acquisition of equipment to distribution within theater.

Overall Performance:

- On duty performance of the Police and National Guard continues to improve.
- Performance varies by region. In some areas ISF are developing slowly. In areas where performance has been poor, inadequate leadership, intimidation by former regime elements and equipment shortages are generally responsible.



Ministry of Interior Man, Train & Equip Status

<u>Organization</u>	<u># On Hand</u>	<u># Trained/In Training</u>	<u># Planned*</u>
Iraqi Police	84,950	32,880/2,899	90,000
Border Police	14,313	14,313/0	16,276
Civil Intervention Force	0	0/0	4,800
Emergency Response Force	83	62/31	270

*Reflects the existing plan – not the expanded numbers based on the recent troops to task analysis



Ministry of Defense Man, Train & Equip Status

<u>Organization</u>	<u># On Hand</u>	<u># Trained/In Training</u>	<u># Planned</u>
Iraqi Army	9,749	3,789/5,960	27,000
Iraqi Intervention Force	6,989	1,473/5,516	6,584
Iraqi Special Operations Force	597	516/81	1,620
Coastal Defense Force	412	282/130	409
Air Force	162	116/46	502
Iraqi National Guard	41,336	38,975/2,361	41,088

*Reflects the existing plan – not the expanded numbers based on the recent troops to task analysis



Stability Contributors - OIF

Countries with forces in Iraq

31

TOTAL ~24K

Albania
Australia
Azerbaijan
Bulgaria
Czech Rep
Denmark
El Salvador
Estonia
Georgia
Hungary
Italy
Japan
Kazakhstan
Korea
Latvia

Lithuania
Macedonia
Moldova
Mongolia
Netherlands
New Zealand
Norway
Poland
Portugal
Romania
Singapore
Slovakia
Thailand
Tonga
Ukraine
UK

Countries committed to provide forces for Iraq

1

32 Countries
Potentially Supporting
Iraqi Stability and
Humanitarian Relief

Iraq Weekly Status – General Information



- Development, coordination and distribution responsibilities for the Iraq Weekly Status Report have been transferred from the Department of Defense to the Department of State.
- This brief draws from multiple sources. References are cited on the respective pages in the “Notes Page” section (View → Notes Page).
- Please forward all questions and/or comments to (unclassified) NEA-I-IPOG-DL@state.gov or (classified) NEA-I-IPOG-DL@state.sgov.gov